

# The Gazette



# of India

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Separate paging is given to this Part in order that it may be filed as a separate compilation

### PART III—SECTION 4

#### Miscellaneous Notifications including Notifications, Orders, Advertisements and Notices issued by Statutory Bodies

##### RESERVE BANK OF INDIA

###### NOTICE

Calcutta 1, the 13th September 1958

"A copy each of the lists of deposits lodged with the Reserve Bank of India by Insurance Companies under the Insurance Act, 1938 as on the 31st December 1956 and 1957 may be obtained from the Manager of Publications, Delhi on application and payment of Rs. 23.50 and Rs. 18 respectively."

##### THE INSTITUTE OF CHARTERED ACCOUNTANTS OF INDIA

###### NOTIFICATIONS

New Delhi 1, the 20th September 1958

No. 1-CA(6)/58—The following draft of a certain amendment to the Chartered Accountants Regulations, 1949, which it is proposed to make in exercise of the powers conferred by sub-sections (1) and (3) of Section 30 of Chartered Accountants Act, 1949 (XXXVIII of 1949), is published for information of all persons likely to be affected thereby and notice is hereby given that the draft will be taken into consideration on or after 21st October 1958.

Any objection or suggestion which may be received from any person with respect to the said draft before the date specified will be considered by the Council of the Institute of Chartered Accountants of India, New Delhi.

In the said Regulations—

Substitute the word "six" for the word "four" wherever it occurs in sub-regulation (3) of Regulation 22.

No. 48-CA(1)/58—In pursuance of sub-section (5) of Section 18 of the Chartered Accountants Act, 1949, a copy of the audited accounts and the Report of the Council for the period ended 31st March 1958, is hereby published for general information:

S. VAIDYANATH AIYAR  
President

Ninth Annual Report of the Council for the year ended 31st March 1958

(Issued under Section 18(5) of the Chartered Accountants Act, 1949)

##### THE COUNCIL:

The Third Council, which was constituted partly by election and partly by nomination on 16th September 1955 consists of the following members:

Aivar, R. V., Calcutta  
Balagangadharan, R., Madras  
Banerjea, S. N., Calcutta  
Basu, A. C., Calcutta  
Basu, G., Calcutta  
Bhandari, P. N., New Delhi

Bhatt, D. L., Bombay  
Chokshi, C. C., Bombay  
Chopra, S. P., New Delhi  
Dandeker, S. B., Calcutta  
Desai, S. N., Bombay  
Gupta, C. P., New Delhi  
Just, A. H., Calcutta  
Mody, N. R., Bombay  
Mukherjee, C. P., Calcutta  
Nargolwala, S. D., New Delhi  
Raiji, N. M., Bombay  
Sastri, C. S., Madras  
Shah, N. M., Bombay  
Sharma, J. N., Kanpur  
Suryanarayana Iyer, S., Madras  
Vaidyanath Aiyar, S., New Delhi  
Varma, K., Cochin  
Venkatesan, R., Madras.

##### PRESIDENT AND VICE PRESIDENT:

Shri S. P. Chopra (New Delhi) who was elected President at the Seventh Annual Meeting continued in office upto 15th September 1957.

Shri S. Vaidyanath Aiyar (New Delhi) was Vice President upto 15th September 1957.

At the Third Annual Meeting of the Third Council held on 10th, 11th and 12th August 1957, Shri S. Vaidyanath Aiyar (New Delhi) was elected President and Shri S. Suryanarayana Iyer (Madras) was elected Vice-President, for the period ending 15th September 1958.

##### STANDING COMMITTEES:

The following Standing Committees were constituted under Section 17(1) of the Act, and will function till 15th September 1958:

###### (a) Executive Committee:

Shri S. Vaidyanath Aiyar, President (Ex-officio)  
Shri S. Suryanarayana Iyer, Vice-President (Ex-officio)  
Shri S. P. Chopra  
Shri J. N. Sharma  
Shri Kerala Varma

###### (b) Examination Committee:

Shri S. Vaidyanath Aiyar, President (Ex-officio)  
Shri S. Suryanarayana Iyer, Vice-President (Ex-officio)  
Shri R. Balagangadharan  
Shri A. C. Basu  
Shri S. N. Desai

## (c) Disciplinary Committee:

Shri S. Vaidyanath Aiyar, President (Ex-officio)  
 Shri S. Suryanarayana Iyer, Vice-President (Ex-officio)  
 Shri C. C. Chokshi  
 Shri S. D. Nargolwala  
 Shri N. M. Shah.

Upto 15th September 1957, the members of the Standing Committees elected in September 1956 continued in office. Full particulars thereof were given in the last report.

Special Committees were also constituted for purposes of enrolment of members under clauses (iii) and (iv) of sub-section (1) of Section 4 of the Act, consisting of:

Shri S. Vaidyanath Aiyar, President

Shri S. Suryanarayana Iyer, Vice-President

Shri C. P. Gupta, Deputy Secretary to the Government of India, Ministry of Commerce and Industry, Department of Company Law Administration.

The following other Committees were also constituted:

## (a) Coaching Board:

Shri G. Basu, Chairman  
 Shri C. P. Gupta  
 Shri N. R. Mody  
 Shri S. D. Nargolwala  
 Shri C. S. Sastri

## (b) Employment Committee:

Shri S. Vaidyanath Aiyar, President, Chairman  
 Shri S. Suryanarayana Iyer, Vice-President  
 Shri P. N. Bhandari  
 Shri S. D. Nargolwala  
 Shri C. P. Gupta  
 Shri C. P. Mukherjee  
 Shri D. L. Bhatt

## (c) Land and Building Committee:

Shri S. Vaidyanath Aiyar, President, Chairman  
 Shri S. P. Chopra  
 Shri G. Basu  
 Shri C. P. Gupta

## (d) Post Graduate Course Committee:

Shri S. P. Chopra, Chairman  
 Shri S. Vaidyanath Aiyar, President  
 Shri C. S. Sastri  
 Shri P. N. Bhandari  
 Shri C. P. Gupta  
 Shri C. C. Chokshi  
 Shri S. N. Desai

## (e) Research Committee:

Shri A. H. Just, Chairman  
 Shri S. Vaidyanath Aiyar, President  
 Shri N. R. Mody  
 Shri R. Venkatesan  
 Shri C. P. Mukherjee  
 Shri R. V. Aiyar  
 Shri G. Basu  
 Shri P. N. Bhandari  
 Shri S. B. Dandeker  
 Shri S. N. Banerjee

## (f) Office Reorganisation Committee:

Shri S. Vaidyanath Aiyar, President, Chairman  
 Shri S. Suryanarayana Iyer, Vice-President  
 Shri P. N. Bhandari  
 Shri S. P. Chopra

The Council also constituted a Committee consisting of the following members to discuss with the Central Government the various draft amendments to the Chartered Accountants Act, 1949:

## C.A. Act Amendment Committee:

Shri S. Vaidyanath Aiyar, President, Chairman  
 Shri S. Suryanarayana Iyer, Vice-President  
 Shri S. P. Chopra  
 Shri S. D. Nargolwala  
 Shri D. L. Bhatt.

1949, to advise the Post Graduate Course Committee regarding the Management Accountancy Course:

## Advisory Board:

Shri S. P. Chopra, Chairman

Shri M. K. Mathulla of Hindusthan Machine Tools Ltd.

Shri J. M. Lall of Imperial Chemical Industries Ltd.

Shri P. L. Tandon of Hindustan Lever Ltd.

Shri M. K. Rustomji of Tata Engineering and Locomotives Co. Ltd.

## MEETINGS OF THE COUNCIL AND THE COMMITTEES:

The particulars regarding the meetings of the Council and its Committees held during the year under report are given below:

	Number of meetings held in	1957-58	1956-57
1. Council	3	3	3
2. Standing Committees:			
(a) Executive	5	9	
(b) Examination	7	8	
(c) Disciplinary	5	11	
3. Special Committees:			
(a) Under sec. 4(1)(iii)	2	4	
(b) Under sec. 4(1)(iv)	1	3	
4. Other Committees:			
(a) Coaching Board	4	10	
(b) Employment	2	2	
(c) Land and Buildings	4	4	
(d) Post Graduate	3	5	
(e) Research	3	6	
(f) Reorganisation	1	2	
(g) C.A. Act Amendment	1	—	
(h) Advisory Board	1	—	

## MEMBERSHIP:

(a) New Membership: The number of Members enrolled during the year is as follow:

	1957-58	1956-57
Under Sec. 4(1)(ii)	357	477
Under Sec. 4(1)(iii)	8	15
Under Sec. 4(1)(iv)	nil	nil
Under Sec. 4(1)(v)	4	4
Under Sec. 4(1)(vi)	2	1
Restorations	6	4
	<hr/>	<hr/>
	377	501

The particulars of the removals during the year are as follows:

	1957-58	1956-57
Removal for non-payment of fees	9	17
Removal by death	11	11
Removal for other reasons	5	14
	<hr/>	<hr/>
	25	42

	Total		Associates		Fellows	
	1957-58	1956-57	1957-58	1956-57	1957-58	1956-57
Members	2874	2738	1790	1747	1084	991
with						
Certificate of Practice						
Members	1291	1082	1204	1013	87	69
without						
Certificate of Practice						
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	4165	3820	2994	2760	1171	1060

(b) Obituary: The Council records with regret the death of the following members of the Institute upto the date of preparing the Report:

Shri K. R. Srinivasa Iyer, Bangalore  
 Shri Edward Tresoldi Granger, London  
 Shri Alexander McLaren, Karachi  
 Shri R. Jagannathan, Bangalore

The Council also constituted an Advisory Board under Regulation 110 of the Chartered Accountants Regulations,

Shri Nisith Kumar Dinda, Calcutta  
 Shri Papanasam Swaminathan Narayanaswamy Aiyar,  
 New Delhi  
 Shri Pravat Kumar Mitra, Calcutta  
 Shri Gopal Chandra Saha, Calcutta  
 Shri Kuppuswami Ramakrishna Ayyengar, Melur  
 Shri Mukti Prasad Singh, Dibrugarh  
 Shri Narayananamangalam Venkatachala Iyer Venu-  
 gopal, Cuttack  
 Shri Melappalaiyaom Sudarsan Rengaswami, Tiruchirapalli  
 Shri Maneckjee Hormusjee Dawur, Bombay  
 Shri Surendra Mohan Sengupta, Calcutta  
 Shri S. Krishnadoss, Madras  
 Shri Rajendra Mohan Mathur, Delhi  
 Shri Ratansha Shapurji Bharucha, Bombay.

(c) *Register of Members:* A Register of Members has been maintained by the Council as required under Section 19 of the Act. The List of Members as on 1st April, 1958 is under print and will be sent to all the members when ready, as required under Section 19(3) of the Act.

#### SECRETARY:

Shri E. V. Srinivasan, who was appointed as Secretary on 19th January 1955 continues to hold this office.

#### ACCOUNTS:

The audited Balance Sheet as on 31st March 1958 and the Income and Expenditure Account for the year ended on that date are appended. The Income and Expenditure Account shows an excess of income over expenditure amounting to Rs. 18,317.00 nP as against Rs. 12,314.00 nP of the preceding year.

#### AUDITORS:

Shri P. R. Mehra and Shri M. R. Venkataraman were reappointed auditors for the year ended 31st March 1958.

#### DISCIPLINARY COMMITTEE:

The present Disciplinary Committee had before it 7 cases of which 2 were left over by the previous Committee, 2 were referred directly to the Committee under Regulation 11(8) being complaints made on behalf of the Central Government and 3 were referred by the Council out of 9 cases which were considered by it under Regulation 11(7). The Committee heard 2 of the cases before 31st March 1958.

Since the formation of the Institute the total number of cases enquired by the Disciplinary Committee is 75. Out of this number 6 represent complaints made on behalf of the Central Government and directly referred to the Committee under Regulation 11(8) and 69 represent cases referred by the Council to the Committee out of a total number of 227 cases which were considered by it under Regulation 11(7).

Altogether 56 cases have been disposed of by the Courts and 18 are pending before them. One case against a R.S.A. which was referred to Government has also been disposed of by Government, the decision in the case being that the charge against the auditors has not been established.

A brief outline of the decisions of the Court so far given is indicated below:

Warning	...	...	...	...	6
Censure	...	...	...	...	4
Removal (permanent)	...	...	...	...	2
Removal (temporary)	...	...	...	...	11
Suspension	...	...	...	...	6
Acquittals	...	...	...	...	6
Complaints not being proved	...	...	...	...	13
Cases not covered by the Act	...	...	...	...	2
Charges not being established	...	...	...	...	4
No order owing to death of the member	...	...	...	...	1
Reprimand	...	...	...	...	1

The Council went in appeal against the Judgment of the Calcutta High Court dated 12th January 1955 in the case of the Controller of Insurance *versus* B. Mukherjea. The High Court had rejected the reference on the ground that no action could be taken against the respondent for his

misconduct while acting as liquidator as such misconduct could not be said to be professional misconduct and could not therefore attract the provisions of Sections 21 and 22 of the Chartered Accountants Act. The Supreme Court by its judgment dated 10th September 1957 held that the respondent was clearly guilty of professional misconduct and directed that the respondent's name should be removed from the Register of Members for four years.

#### REGIONAL COUNCILS:

There was no change in the membership of the Regional Councils which were constituted in April 1955.

#### ACT AND REGULATIONS:

Since the submission of the last Report, the matter relating to the amendments to the Chartered Accountants Act was taken up with the Government. Government in consultation with the Council have taken certain decisions. It is hoped that a draft bill containing the various amendments will be published before long.

#### EXAMINATIONS:

(a) *Centres:* Examination under the Chartered Accountants Regulations, 1949, were held at ten centres in May 1957, November 1957 and May 1958 viz. Ahmedabad, Allahabad, Bangalore, Bombay, Calcutta, Delhi, Ernakulam, Hyderabad, Madras and Poona.

(b) The following figures will be of interest:

	Preliminary Examination		
	May 1957	Nov. 1957	May 1958
Number of candidates who appeared	40	44	36
Number of candidates who passed	2	4	10
Percentage of passes	5	9.09	27.8
	Intermediate Examination		
Number of candidates who appeared	700	744	749
Number of candidates who passed	211	75	171
Percentage of passes	30.14	10.08	22.83
	Final Examination		
(i) No. of candidates who appeared in both the Groups	78	171	291
No. of candidates who passed in both Groups	6	13	38
Percentage of passes	7.6	7.6	13.06
No. of candidates who passed in Group I only	20	18	18
No. of candidates who passed in Group II only	—	16	84
(ii) No. of candidates who appeared in Group I only	30	192	299
No. of candidates who completed their Final examination by passing in Group I	5	4	19
No. of candidates who passed in Group I only and are yet to pass in Group II	7	7	27
(iii) No. of candidates who appeared in Group II only	118	629	558
No. of candidates who completed their Final examination by passing in Group II only	9	138	139
No. of candidates who passed in Group II and are yet to pass in Group I	2	17	22
(iv) Total number of candidates who appeared	226	992	1148
Total number of candidates who passed	20	155	196
Percentage of such passes	8.8	15.6	17.1

## (c) Medals, Prizes and Certificates:

## Intermediate Examination

November 1957 May 1958

**1. THE G.P. KAPADIA** KRISHNA CHANDRA GIRDHARI SINGH (FIRST PRESIDENT) SILVER MEDAL. LAKHOTIA (Ghazi-pore) AND NATESAN VAIDHEESWARAN IYER (Bombay).

**2. CERTIFICATES OF MERIT**

- 1st Certificate .. KRISHNA CHANDRA GIRDHARI SINGH LAKHOTIA (Ghazi-pore) AND N. VAIDHEESWARAN IYER (Bombay).  
 2nd Certificate .. G. SITHARAMAN RAMA SHANKAR (Kumbakonam).  
 3rd Certificate .. A. V. RAMASWAMY P. V. KRISHNAN (Bangalore) AND KAILASH CHANDRA GUPTA (Delhi).

## Final Examination

November 1957 May 1958

**1. THE G. P. KAPADIA** VITHAL SHIVANAND BANSIDHARSUNDER (FIRST PRESIDENT) PALEKAR (Bombay). LAL MEHTA (Bombay). GOLD MEDAL.

**2. THE N. M. SHAH** VITHAL SHIVANAND SHANTILAL PALEKAR (Bombay) NADAS (Bombay). JAM-SHAH PRIZE (value Rs. 200) for the best paper on Taxation.

**3. THE A. F. FER-GUSON Cash Prize** of Rs. 200 for the best paper on Auditing.

**4. CERTIFICATES OF MERIT**

- 1st Certificate .. .. BANSIDHAR SUNDERLAL MEHTA (Bombay).  
 2nd Certificate .. .. RAJAGOPALAN NATARAJAN (Tirundveli).  
 3rd Certificate .. .. K. A. CHANDRA SEKILARAN (Alathur).

**(d) Percentage of Passes:** With the implementation of the Coaching Scheme, it is hoped that the percentage of passes will improve.

**(e) Articled and Audit Clerks:** During the year 819 Articled and 191 Audit Clerks were registered.

**(f) Syllabus:** The New Syllabus came into force from 1st July 1956 and the Preliminary, Intermediate and the Final Examinations under the New Syllabus were held from November 1956 Examination.

**COACHING SCHEME:**

During the first two years of its existence, 1,133 students were enrolled under the Coaching Scheme for various courses of tuition. It may be mentioned that a number of articled and audit clerks for whom tuition was not compulsory, also availed themselves of the facilities afforded by the Coaching Board.

During the year, the Coaching Board took over the arrangements for the conduct of Revisional Courses at the Regional centres. These courses were conducted for the benefit of candidates appearing for the Intermediate and the Final Examinations held in November 1957 and May 1958. A large number of students attended these Revisional classes.

For helping the students the Board published "Suggested Answers" to questions set for November 1956 and May 1957 examinations. The "Suggested Answers" for the subsequent examination have also since been printed. It is hoped that these publications will prove of some assistance to the students.

**STUDENTS' ASSOCIATIONS:**

Students' Associations have now been organised in the different regions. It is expected that these organisations will start functioning effectively from the following year.

**JOURNAL:**

With the issue for June 1958, the Journal has completed six years of its life.

Shri S. Vaidyanath Aiyar continues to be the Editor of the Journal.

**EMPLOYMENT FOR MEMBERS:**

The Institute received a number of requests for suggesting suitable names for appointment to various posts in Government Organisations as well as Private Industries. Suitable names were recommended for these posts.

**LIBRARY:**

During the year under report, 587 books were added to the Library bringing the total number of books to 2,611.

The number of books in the libraries of the various Regional Councils as on 31st March 1958 was as under:—

Bombay	...	966
Madras	...	348
West Bengal	...	354
Uttar Pradesh	...	406

**POST GRADUATE TRAINING — DELEGATION TO U.S.A.:**

A Delegation consisting of the following members of the Institute visited the U.S.A. and Canada to study the subject of "Management Accountancy":—

1. Shri S. P. Chopra, Leader of the Delegation.
2. Shri S. N. Desai, Member of the Council.
3. Shri E. V. Srinivasan, Secretary to the Council.

The Delegation, as mentioned in the Report last year, was sponsored by the Ford Foundation. The Council is grateful to the Foundation for this very generous gesture.

**RESEARCH COMMITTEE:**

During the year the Research Committee held three meetings in which certain important references from members as well as from the Company Law Administration were considered. The views of the Committee were published from time to time in the Institute's Journal. Certain recommendations were also published in the form of "Questions and Answers".

The Committee has instituted a Scheme of awarding an annual prize in the form of a Shield of an approximate value of Rs. 750 for the best presented accounts in accordance with the statutory form under the Indian Companies Act. The first accounts to be considered for this prize will be those for the year ending 31st March 1959.

The Committee has instituted two prizes of Rs. 250.00 each for the year 1958-59 for articles embodying research work.

**CONSTRUCTION OF BUILDINGS AT REGIONAL HEADQUARTERS:**

As was mentioned in the last year's Report, Government have sanctioned a grant-in-aid of Rs. 5 lakhs for the construction of buildings at Calcutta, Bombay and Madras. Every effort is being made to secure suitable sites or building at these centres.

**ADDITIONAL CONSTRUCTION TO THE INSTITUTE'S BUILDING:**

A third floor has been added to the Institute's building for purposes of housing the Coaching Board.

**THIRD CONFERENCE OF MEMBERS:**

The Third Conference of Members is to be held at Bombay in December 1959. A provisional Committee consisting of the President and Members of the Central Council from the Bombay Region was constituted for the purposes of deciding upon the preliminary arrangements to be made in connection with the holding of this Conference. The dates for the holding of the Conference at Bombay have been fixed for the 17th, 18th, 19th and 20th December 1959. The following subjects have been provisionally fixed for discussion at the Conference:

1. Taxation.
2. Audit and Investigation.
3. Accounting Principles (Theory and Practice).
4. Management Accounting and Costing.
5. Professional training and professional ethics.

**STUDENTS' CONFERENCE:**

The First All India Students' Conference was held at Calcutta on the 24th and 25th June 1957. The following were adjudged the best papers on the different subjects:—

**(1) Industrial Accounting:**

- (a) FIRST PRIZE. Shri N. N. Pai. "Use of Accounting Ratios in Management Accounting".

## (2) Some Aspects of Income-tax Law and Company Law:

- (a) FIRST PRIZE. Shri P. A. Nair. "Some thoughts on taxation and Economic Planning in India".  
 (b) SECOND PRIZE. Shri R. N. Shah. "Taxation and its effects on Economic Planning".

## (3) Auditing:

- (a) FIRST PRIZE. Shri T. Radhakrishnan, "Divisible Profits".  
 (b) SECOND PRIZE. Shri V. Subramanian, "The Role of an Auditor in New India".

the First Far-East Conference of Accountants held in Manila on November 28, 29, 30 and December 1, 1957.

Shri S. Vaidyanath Aiyar presided over the First Technical session of the Conference.

## AD HOC COMMITTEE FORMED FOR CONSIDERING RULES FRAMED UNDER SECTION 643 OF THE COMPANIES ACT:

At the 24th meeting of the Council held in February 1958 at New Delhi a Sub-Committee consisting of the following members was appointed to consider draft rules framed by the Rules Committee of the Supreme Court under Section 643 of the Companies Act:—

1. Shri S. Vaidyanath Aiyar (President).
2. Shri S. Suryanarayana Iyer (Vice-President).
3. Shri A. H. Just.
4. Shri N. R. Mody.
5. Shri N. M. Raiji.

The Committee met at Bombay on the 31st March 1958. The views of the Committee were communicated to the Supreme Court of India soon thereafter. It is a matter for gratification that the work of this Committee has received recognition at the hands of the Supreme Court.

## THANKS TO THE GOVERNMENT:

The Council would like to place on record its grateful thanks to the Government for their continued support and assistance to the Institute.

## STAFF:

The Council would like to place on record its appreciation of the good work done by the Secretary and staff during the year under report.

E.V. SRINIVASAN

S. SURYANARAYANA IYER

Secretary

Vice-President

S. VAIDYANATH AIYAR

President

New Delhi,  
13th September 1958.

## THE INSTITUTE OF CHARTERED ACCOUNTANTS OF INDIA, NEW DELHI

Balance Sheet as at 31st March 1958

31-3-57 Amount Rs.	FUNDS AND LIABILITIES	31-3-57 Amount Rs.	31-3-57 Amount Rs.	PATRONAGE AND ASSETS	Rs.
	<i>General Fund—</i>			<i>Fixed Assets—</i>	
	Balance as at 31-3-57 ..	8,37,567	4,94,445	As per Schedule 'B' attached ..	5,49,396
	Add—(i) Entrance Fee—as per Schedule 'A' attached ..	1,45,390		General Fund Investments at Cost—	
	(ii) Excess of Income over Expenditure as per annexed statement No. 1 ..		6,24,214	Including accruing interest As per Schedule 'C' attached ..	6,27,214
8,37,566		18,317	10,01,274	Research Fund Investments at Cost—	
	<i>Research Fund—</i>			Including accruing interest As per Schedule 'D' attached ..	5,14,429
	Invested as per contra Balance as at 31-3-57 ..	5,39,752	4,73,051	COACHING BOARD	
	Add—Excess of Income over expenditure as per annexed Statement No. 111 ..	9,097	44,538	Medals & Prizes Fund Investments at Cost—	
3,33,752			5,42,849	Including accruing interest As per Schedule 'E' attached ..	25,142
	<i>Provision for Coaching Board—</i>			Staff Security Deposit Investments at Cost—	
	Balance as at 31st March, 1957 ..	75,000	2,506	As per Schedule 'F' attached ..	2,506
1,10,815	Less—Contribution to date ..	48,601	20,023	Current Assets—	
		20,309		(a) Stock of Institute's Publications ..	11,601
	<i>Coaching Board—</i>			(b) Debtors Unsecured—	
	In Current Account ..	63,111		(i) Considered Good 8,673	
	(Vide Statement No. IV annexed)			(ii) Considered Doubtful 30	
	<i>Medals and Prizes Fund—</i>				
26,028	As per Schedule 'G' attached ..	26,218			
2,506	Staff Security Deposit+ Invested as per contra ..	2,506			
	Contingency Reserves (including for Income Tax) & Provisions—		1,831		
89,765	Balance as at 31-3-57 ..	89,765	0,355	(d) Deposits ..	8,703
	<i>Current Liabilities—</i>			(e) Advances & Pre-payments ..	1,731
	(a) Fees & Subscriptions received in advance—			(f) Income Tax (from Interest on Investments) deducted at source ..	29,901
	1,63,262 (i) Members 1,87,632				15,284
	1,33,775 (ii) Examinees 1,25,825				67,220
	2,379 (iii) Journal 2,318	3,15,793		<i>Cash and Other Balances—</i>	
				(i) Cash, Cheques, Drafts & stamps in hand ..	35,976
8,60,865	(b) Creditors—		1,71,607	(ii) With the State Bank of India, New Delhi, (in Current Account) ..	3,23,967
	30,417 (i) For expenses 35,802		2,52,022		3,50,943
	40,032 (ii) Others 42,322	77,924			
19,70,297		3,93,710			
			21,45,841	19,70,297	21,45,841

N.B.:—Research Fund—The difference between the amount lying to the credit of the Research Fund and the amount invested (being Rs. 28,429) is included in the balances of the Institute lying as an imprest for current expenditure on Research Activities.

## AUDITORS' REPORT

We have audited the Balance Sheet as at 31st March 1958, of the Institute of Chartered Accountants of India and also the annexed Income and Expenditure Account for the year ending on that date and report that:—

- (1) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
- (2) The Balance Sheet and the Income and Expenditure Account dealt with by the report are in agreement with the Books of Accounts.
- (3) In our opinion the accounts are maintained in conformity with the requirements of the Chartered Accountants Act, 1949.
- (4) In our opinion and to the best of our information and according to the explanations given to us the statements with the notes thereon, the schedules attached and annexures thereto, give a true and fair view:—
  - (i) in the case of the Balance Sheet the state of affairs as on 31-3-1958 and
  - (ii) in the case of the Income and Expenditure Account of the income for the year ended on the date.

E. V. SRINIVASAN  
Secretary

S. VAIDYANATH AIYAR  
President

New Delhi:

Dated the 20th September 1958

P. R. MEHRA  
M. R. VENKATARAMAN  
Chartered Accountants  
Auditors

## ANNEXURE TO BALANCE SHEET (STATEMENT NO. I)

## INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 1958

1958-59 Amount Rs.	EXPENDITURE To—	Amount Rs.	1958-59 Amount Rs.	INCOME By—	Amount Rs.
				Rs.	
	<i>General Establishment—</i>			<i>Fees from Members—</i>	
1,03,933	,, Salaries & Allowances ..	1,27,040	93,300	,, Membership ..	1,02,062
6,519	,, Contribution Provident Fund ..	..	18,655	,, Less Allocation towards subscription for Journal	20,592
4,322	,, Medical Expenses ..	5,100			
1,14,774		— — —	1,339,204		
40,680		— — —	74,645		
24,372	,, Printing & Stationery ..	24,670		<i>Certificate of Practice</i>	82,370
2,949	,, Postage & Telegrams ..	22,851	7,560	,, Fellows ..	82,275
	,, Telephone & Trunk Calls ..	2,358	43,775	,, Associates ..	45,450
26,721		— — —	25,209	364	,, Restoration Fee & Arrears
36,773	,, Travelling Expenses ..	..	1,93,334		380
916	,, Council Members ..	23,738			
	,, Staff ..	4,574		<i>Income from Examinations</i>	2,10,484
37,689		— — —	28,312		
	<i>Building Expenses</i>				
9,417	,, Electricity, Rates & Taxes ..	11,132	1,100	,, Preliminary ..	2,350
1,833	,, Repairs & Maintenance ..	983	49,650	,, First ..	
11,250		— — —	12,115	25,150	,, Intermediate ..
2,500		— — —	1,96,400	1,96,400	74,550
13,496	,, Audit Fee ..	3,000		,, Final ..	1,46,700
	,, General Charges ..	..			
	,, Cost of Institute's Publications sold ..	16,519	19,300	,, First Examination Exemption ..	650
1,030		— — —	12,567	12,400	,, Miscellaneous ..
27,000		— — —	3,04,187	40,180	9,464
28,011	,, Grants to Regional Councils ..	15,000			
	,, Depreciation ..	28,973		(Verifications and Supply of Marks).	2,33,714
	,, Loss on Assets condemned ..	1,568			
1,160	,, Legal Charges ..	2,205		,, Registration Fees	
	,, Disciplinary Cases Expenses ..	..		,, Artifled Clerks ..	24,000
13,619	,, Establishment ..	14,749		,, Audit Clerks ..	3,820
15,352	,, Printing of Publications ..	..			27,820
5,576	,, Postage & Telegrams ..	..		,, Other Income	
14,604	,, Travelling Expenses ..	7,001	2,436	,, Sale of Publications ..	1,908
1,097	,, General Charges ..	274	21,785	,, Interest from Investment	22,765
12,874	,, Counselors Fees ..	4,229	970	,, Miscellaneous ..	1,409
63,095		— — —	25,191		26,082
	<i>Less: Cost Recovered and recoverable</i>	27,153			
	<i>EXAMINATION EXPENSES</i>	4,103	29,050		
35,782	To Establishment ..	26,450			
17,228	,, Printing & Stationery ..	15,244			
17,159	,, Printing of Question Papers ..	2,028			
11,043	,, Travelling Expenses ..	9,085			
1,064	,, T.A. to Prize Winners ..	1,057			
44,232	,, Remuneration of Examiners, Superintendents and Invigilators etc. ..	44,036			
0,071	,, Arrangements for Examinations ..	8,705			
2,757	,, Publicity ..	1,081			
14,567	,, Freight—Miscellaneous Expenses ..	15,320			
1,52,903		— — —	1,24,305		
	,, ELECTION EXPENSES ..	368			
	,, JOURNAL ..	..			
8,603	,, Excess of Expenditure over Income as per annexed Statement No. II ..	17,559			

1958-57		Expenditure		Amount		1958-57		Income		Amount	
Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
202	" CONFERENCE EXPENSES										
	(i) Members ..	8,645									
	Less—Delegation Fee ..	4,250		4,395							
	(ii) Students ..	3,146									
	Less—Delegation Fee and Donation	1,525									
	" Contribution to Students Societies ..			1,621	6,016						
	" Expenditure on Oral Classes (COACHING BOARD)				4,705						
	" Excess of Expenditure over Income ..				6,411						
21,464	" Excess of Income over Expen- diture transferred to Gene- ral Fund ..										
12,314	Total ..			18,317							
5,62,872				4,98,100	5,62,872						
						Total ..					4,98,100

P. R. MEHRA

M. R. VENKATARAMAN  
Chartered Accountants  
Auditors

New Delhi;

Dated the 20th September 1958

E. V. SRINIVASAN

Secretary

S. VAIDYANATH AIYAR  
President

## ANNEXURE TO BALANCE SHEET (STATEMENT NO. II)

## Journal Income and Expenditure Account for the year ended 31st March 1958

1958-57		Expenditure		Amount		1958-57		Income		Amount	
Rs.	n.P.	Rs.	n.P.	Rs.	n.P.	Rs.	n.P.	Rs.	n.P.	Rs.	n.P.
3,009	To Establishment ..	..	..	5,032·98		18,655		By Allocation from Membership Fees towards subscription for Journal ..	..	20,502·50	
12,896	To Paper ..	..	..	20,950·17		4,883		By Subscription for Journal ..	..	5,662·84	
14,426	To Printing ..	..	..	14,529·44		3,913		By Advertisement in Journal ..	..	5,623·13	
3,168	To Packing and Forwarding ..	..	..	5,103·50		8,093		By Excess of expenditure over Income trans- ferred to Institutes, Income and expendi- ture account ..	..	17,559·18	
1,921	To Postage ..	..	..	1,921·20							
105	To Printing & Stationery ..	..	..								
455	To General Charges ..	..	..	997·86							
36,070				49,437·15		36,070				40,437·15	

## ANNEXURE TO BALANCE SHEET (STATEMENT NO. III)

## RESEARCH FUND

## Income and Expenditure Account for the year ended 31st March 1958

1958-57		Expenditure		Amount		1958-57		Income		Amount	
Rs.		Rs.		Rs.		Rs.		Rs.		Rs.	
..	To Establishment ..	..	..	4,620·67		14,581		By Interest Income from Research Fund In- vestments ..	..	15,432·21	
4,616	To Travelling Expenses ..	..	..	2,700·27		3,274		By Sale of Publications ..	..	492·87	
8,750	To Printing of Publications ..	..	..					By Profit on 3% Victory Loan 1957 on matu- rity ..	..	1,414·18	
295	To Printing and Stationery ..	..	..								
605	To Postage and Telegrams ..	..	..								
528	To General Charges ..	..	..	830·92							
2,971	To Excess of Income over expenditure trans- ferred to Research Fund ..	..	..	9,097·85							
17,855				17,339·21		17,855				17,339·21	

E. V. SRINIVASAN

S. VAIDYANATH AIYAR

Secretary

President

New Delhi;

Dated the 20th September 1958

P. R. MEHRA

M. R. VENKATARAMAN

Chartered Accountants

## ANNEXURE TO BALANCE SHEET (STATEMENT NO. IV)

## COACHING BOARD

Balance Sheet as at 31st March 1958

1956-57	LIABILITIES	Amount	1956-57	ASSETS	Amount
Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
	CAPITAL ACCOUNT			FURNITURE & FITTINGS AT COST	
Institute's Contribution upto 31-3-57 ..	35,815		As per last Balance Sheet ..	3,744	
Contribution for the year ..	12,786	48,601	Additions during the year ..	1,190	4,934
Govts. Contribution upto 31-3-57 ..	35,815		Less—Depreciation upto 31st March, 1957 ..	225	
44,538 Contribution for the year ..	12,786	48,601	Depreciation for the year ..	235	460
LIABILITIES & OTHER PROVISIONS		97,202	ELECTRIC EQUIPMENT AT COST		4,474
For Expenses .. ..	19,301		As per last Balance Sheet ..	543	
Others .. ..	50		Less—Depreciation upto 31st March, 1957 ..	23	
Tuition Fee received in advance .. ..	1,60,000		Depreciation for the year ..	52	75
70,502 Oral Tuition Fee in advance as well as provision for proportionate amount of deficit upto 31-3-58 ..	9,878	1,96,234	OFFICE EQUIPMENT AT COST		408
			As per last Balance Sheet ..	5,920	
			Additions during the year ..	856	0,182
			Less—Depreciation upto 31st March, 1957 ..	371	
			Depreciation for the year ..	1,041	1,412
			TELEPHONE DEPOSIT		4,770
			As per last Balance Sheet ..	2,000	
			Less—Written off upto 31st March, 1957 ..	30	
			Written off for the year ..	100	130
			REFERENCE BOOKS AT COST		1,870
			As per last Balance Sheet ..	632	
			Additions during the year ..	50	
			PRELIMINARY EXPENSES FOR IMPLEMENTATION OF COACHING SCHEME		682
			As per last Balance Sheet ..	29,862	
			Less—Written off during the year .. ..	4,214	
			LITERATURE AT COST		25,648
			As per last Balance Sheet ..	20,522	
			Less—Transferred to—		
			(a) Cost of Acquiring the Copy-Rights ..	17,987	
			(b) Cost of printing instructional material ..	11,535	
				20,522	
			COST OF ACQUIRING COPY RIGHTS		Nil
			Transferred from Literature Account as above at cost ..	17,987	
			Additions during the year ..	17,728	35,715
			Less—Written off upto 31st March, 1957 ..	2,059	
			Written off for the year ..	3,310	5,369
			COST OF PRINTING INSTRUCTIONAL MATERIAL		30,346
			Transferred from Literature Account ..	11,535	
			Additions during the year ..	5,749	
			Less—Written off on proportionate basis upto 31-3-1957.	3,845	
			Written off on proportionate basis for the year ..	4,420	8,265
		71,630		9,010	
				77,277	
			INVESTMENTS AT COST		
			.41 per cent Bombay State Loan, 1960. (Face Value Rs. 85,000/- Market Value Rs. 85,085)	84,867	
			Interest accrued ..	1,057	
			CURRENT ASSETS		80,824
			Stock of Suggested Answers at cost ..	10,414	
232	Sale proceeds of suggested answers recoverable from Regional Councils ..			306	
280	Tuition Fee instalments recoverable ..			9,390	20,110
	The Current Account with the Institute ..				63,111

1956-57	LIABILITIES	Amount	1956-57		Assets	Amount
			Rs.	Rs.		
				CASH AND OTHER BALANCES Cash, Cheques, Drafts and Stamps in hand.		Rs.
				With State Banks of India, New Delhi, Bombay, Madras, Calcutta & Kanpur	488	Rs.
			42,898			46,114
1,15,040	Total	2,93,436	I,15,040		Total	2,93,436

B. R. MALHOTRA

Director of Studies

New Delhi;  
Dated the 20th September 1958

P. R. MEHRA

M. R. VENKATARAMAN  
Chartered Accountants  
Auditors

## ANNEXURE TO BALANCE SHEET (STATEMENT NO. V)

## COACHING BOARD

## Income and Expenditure Account for the year ended 31st March 1958

1956-57	EXPENDITURE	Amount	1956-57		INCOME	Amount
			Rs.	Rs.		
	GENERAL ESTABLISHMENT				By REGISTRATION & TUITION FEE	
38,943	38,437 Salaries & Allowances ..	57,615	..	1,420	Registration Fee ..	4,280
	417 Contribution to Provident Fund ..	1,383	..	12,267	Tuition Fee ..	1,01,105
	89 Medical aid to Staff ..	341				1,05,365
	786 PRINTING AND STATIONERY	2,912			By MISCELLANEOUS INCOME	
	Duplicating & Stencilling of Instructional material ..	7,227	59,330		Tuition Fee Forfeited ..	1,925
1,498	POSTAGE, TELEGRAMS & TELEPHONES ..	..	5,312	16	Interest on Investments ..	2,038
767	Travelling Expenses ..	1,636			Sale of Literature etc. ..	25
284	Office Expenses & Sundries ..	600			Sale of Suggested Answers ..	4,858
1,247	REMUNERATION TO PART-TIME TUTORS ..	9,207			Less—Discounts ..	90
	Provision for Remuneration to Part-time Tutors ..	11,016	20,283			4,768
	Cost of Suggested Answers Sold ..	..	3,440			8,756
6,553	PROVISION FOR DEPRECIATION On Assets ..	..	1,428			Nil.
	Cost of Printed Material and Copy Rights written off ..	7,730				
	Preliminary Expenses written off ..	4,214				
50,078	Total ..	1,14,121	50,078		Total ..	1,14,121

B. R. MALHOTRA

Director of Studies

New Delhi;  
Dated the 20th September 1958

P. R. MEHRA

M. R. VENKATARAMAN  
Chartered Accountants  
Auditors

## ANNEXURE TO BALANCE SHEET (SCHEDULE 'A')

## Schedule of Entrance Fees as on 31st March 1958

## (b) Associates—contd.

Entrance fee	Rs.	n.P.	Rs.	n.P.	(ii) For the year .. ..	..	1,11,300·00
(a) Fellows for the year .. ..	..		95,300·00				2,08,907·50
(b) Associates—							
(i) Instalments due as on 31st March, 1957 .. ..	97,907·50				(iii) Less: Instalments due as on 31st March, 1958 .. ..		
Less : Amounts irrecoverable due to removal of members .. ..	300·00				88,717·50	1,20,190·00	
	97,607·50						1,45,399·00

E. V. SRINIVASAN  
SecretaryS. VAIDYANATH AIYAR  
PresidentNew Delhi;  
Dated the 20th September 1958P. R. MEHRA  
M. R. VENKATARAMAN  
Chartered Accountants  
Auditors

**ANNEXURE TO BALANCE SHEET (SCHEDULE 'B')**  
**Schedule of Fixed Assets as on 31st March 1958**

Serial No.	Assets	Cost						Depreciation								
		Upto 31-3-57		Additions		Total	Sold/Discarded	Total upto 31-3-58		Upto 31-3-57		For the Year	Total	On Assets sold/discard-	Total up to 31-3-58	Book Value as on 31-3-58.
		1	2	3	4	5	6	7	8	9	10	11	12	13		
		Rs. nP.	Rs. nP.	Rs. nP.	Rs. nP.	Rs. nP.	Rs. nP.	Rs. nP.	Rs. nP.	Rs. nP.	Rs. nP.	Rs. nP.	Rs. nP.	Rs. nP.		
1	Lease hold Land	2,158·75	..	2,158·75	..	2,158·75	..	..	..	..	..	..	..	..	2,158·75	
2	Buildings	3,76,885·50	57,617·50	4,34,503·00	..	4,34,503·00	81,877·50	7,468·50	89,146·00	..	89,146·00	3,45,357·00	..	..	..	
3	Electric Installation and Fittings.	44,384·27	9,157·54	53,541·81	94·31	53,447·50	18,311·27	2,682·54	20,963·81	42·31	20,921·50	32,526·00	..	..	..	
4	Air Conditioning Installation	77,783·94	..	77,783·94	..	77,783·94	33,304·04	4,442·00	37,806·94	..	37,806·94	30,977·00	..	..	..	
5	Furniture, Fixtures and so on.	1,15,101·57	3,570·92	1,18,072·49	1,416·86	1,17,455·63	21,133·57	6,055·92	27,180·49	242·80	26,940·63	93,400·00	..	..	..	
6	Office Equipments	29,301·04	7,741·02	36,043·56	3,510·00	32,533·56	15,970·04	3,217·62	19,188·56	2,768·00	19,120·56	16,113·00	..	..	..	
7	Motor Cars	10,135·00	..	10,135·00	..	10,135·00	3,378·00	1,351·00	4,729·00	..	4,729·00	5,406·00	..	..	..	
8	Library	20,080·41	7,704·28	27,784·60	..	27,784·60	6,650·41	3,785·28	10,835·60	..	10,335·60	17,449·00	..	..	..	
	<b>Total</b>	<b>6,74,831·44</b>	<b>85,791·86</b>	<b>7,60,623·80</b>	<b>4,921·17</b>	<b>7,55,702·1</b>	<b>1,80,380·69</b>	<b>28,972·86</b>	<b>2,09,359·55</b>	<b>3,053·17</b>	<b>2,06,306·38</b>	<b>54,395·75</b>				

**E. V. SRINIVASAN**  
*Secretary*

**S. VAIDYANATH AIYAR**  
*President*

New Delhi;

Dated the 20th September 1958

P. R. MEHRA

M. R. VENKATARAMAN  
*Chartered Accountants*  
*Auditors*

**ANNEXURE TO BALANCE SHEET (SCHEDULE 'C')**  
**Schedule of General Fund Investments as on 31st March 1958**

Serial No.	Name of Securities	Cost		Face, Value		Market value		Interest accruing	Total of Columns 3 & 6
		1	2	3	4	5	6		
		Rs. nP.	Rs. nP.	Rs. nP.	Rs. nP.	Rs. nP.	Rs. nP.	Rs. nP.	Rs. nP.
1	3% Ist Development Loan 1970—75	..	..	46,625·00	50,000·00	43,125·00	601·75	47,316·75	
2	3½% Ten year Treasury Deposit Certificates	..	..	50,000·00	50,000·00	50,000·00	1,423·19	51,420·19	
3	12 Years P. O. National Savings Certificates	..	..	80,000·00	80,000·00	80,000·00	18,277·75	78,277·75	
4	3% 2nd Victory Loan 1959—61	..	..	99,452·87	1,02,000·00	1,01,031·00	382·50	99,835·37	
5	3½% National Plan Bonds (1st issue) 1961	..	..	99,462·12	99,400·00	99,052·10	1,150·69	1,09,621·81	
6	4% U.P. State Development Loan 1967	..	..	2,48,902·25	2,49,400·00	2,44,037·90	831·31	2,49,733·56	
		<b>6,04,442·24</b>		<b>6,10,800·00</b>		<b>5,97,246·00</b>		<b>22,772·19</b>	<b>6,27,214·43</b>

**ANNEXURE TO BALANCE SHEET (SCHEDULE 'D')**  
**Schedule of Research Investments as on 31st March 1958**

1	3% Funding Loan 1966—68	..	..	..	99,380·53	98,900·00	91,482·50	1,483·50	1,00,864·03
2	2½% Loan 1976	..	..	..	2,47,259·58	2,85,200·00	2,37,001·20	326·81	2,47,586·37
3	4% Loan 1972	..	..	..	1,25,750·70	1,25,700·00	1,25,825·70	838·00	1,26,588·70
4	3½% National Plan Bonds (3rd Series) 1957	..	..	39,080·00	40,000·00	39,060·00	291·66	39,380·66	
					<b>5,11,479·70</b>	<b>5,49,800·00</b>	<b>4,93,369·10</b>	<b>2,039·97</b>	<b>5,14,410·76</b>

**E. V. SRINIVASAN**  
*Secretary*

**S. VAIDYANATH AIYAR**  
*President*

New Delhi;

Dated the 20th September 1958

P. R. MEHRA

M. R. VENKATARAMAN  
*Chartered Accountants*  
*Auditors*

**ANNEXURE TO BALANCE SHEET (SCHEDULE 'E')**  
**Schedule of Medals and Prizes Fund Investments as on 31st March 1958**

Serial No.	Name of the Fund	Name of Security	Cost	Face Value	Market Value	Interest Accruing	Total of Columns 4 & 7
1	2	3	4	5	6	7	8
			Rs. nP.	Rs. nP.	Rs. nP.	Rs. nP.	Rs. nP.
1	G.P. Kapadia (1st President) Medal Fund	2½% Loan 1976	20,000.00	20,000.00	16,620.00	22.94	20,022.94
2	Miss Sivabogam Locket Fund	4½% Bombay State Development Loan, 1969.	5,003.75	5,000.00	5,005.00	115.56	5,119.31
			25,003.75	25,000.00	21,625.00	138.50	25,142.50

**ANNEXURE TO BALANCE SHEET (SCHEDULE 'F')**  
**Schedule of Medals and Prizes Fund as on 31st March 1958**

Serial No.	Name of the Fund	Capital	Income Earned	Total of Columns 3 & 4	Cost of Medals & Prizes awarded	Balance Column 5 minus 6
1	2	3	4	5	6	7
1	G.P. Kapadia (1st President) Medal Fund	Rs. nP. 20,000.00	Rs. nP. 1,578.31	Rs. nP. 21,578.31	Rs. nP. 455.37	Rs. nP. 21,122.94
2	Miss. Sivabogam Locket Fund	.. .. 5,000.00	95.45	5,095.45	..	5,095.45
		25,000.00	1,673.76	26,673.76	455.37	26,218.39

**ANNEXURE TO BALANCE SHEET (SCHEDULE 'G')**  
**Schedule of Staff Security Deposit Investment as on 31st March 1958**

1	Staff (Cashier's) Security Deposit.	.. ..	3% Conversion Loan 1940-56	2,506.32	3,100	2,201
E. V. SRINIVASAN <i>Secretary</i>					S. VAIDYANATH AIYAR <i>President</i>	
New Delhi;					P. R. MEHRA	
Dated the 20th September 1958					M. R. VENKATARAMAN Chartered Accountants Auditors	

